

Message Text

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FM SECSTATE WASHDC

TO ALL EAST ASIAN AND PACIFIC DIPLOMATIC POSTS

AMEMBASSY MOSCOW

AMEMBASSY LONDON

AMEMBASSY PARIS

INFO CINCPAC

COGARD

TREASURY

GOVGUAM

UNCLAS STATE 105163

E.O. 11652: /A

TAGS: PFOR, XC, US

SUBJECT: MAY 9 EA PRESS SUMMARY

1. INDOCHINA/THAILAND

UPI NOTES DOS' BROWN SAID US WILL LIFT TRADE EMBARGO ON VN
SOON AS DIPL RELS RESUMED/EMBS ESTABLISHED IN CAPITALS.
SPOKESMAN ADDED THAT GOAL OF TALKS TO RESUME LATER THIS MO
IS TRY FIND BASIS FOR NORMALIZATION RELS (JOC).

AMNESTY INTL EXPRESSES CONCERN OVER CAMBODIA HUMAN RTS
SITUATION. SAYS PP IGNORED REQUESTS FOR INFO ON 26 KHMERS
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REPORTEDLY EXECUTED AFTER BEING REPATRIATED BY THAILAND IN
NOV. AI ALSO EXPRESSES CONCERN AT FATE MEMBERS DEPOSED
GOVT/RELATIVES THOSE WHO FLED AFTER KR VICTORY (AFP, WP).

AT LEAST 1 KR SOLDIER KIA/2 THAI POLICE WIA 5/8 WHEN ABOUT
40 CAMBODIAN SOLDIERS ATTACKED BORDER POLICE POST 135 MI SE
BANGKOK (AP, WP).

2. INDOCHINA/CHINA

"NEWSWEEK" MAG REPORTS ON 2ND NIXON-FROST TV INTERVIEW TO BE SHOWN THIS WK. QUOTES EX-PRES THAT HAK DEVELOPED MISGIVINGS OVER US INVASION CAMBODIA ONCE WAS UNDERWAY; HAK FAVORED GOING IN, THO FELT DISQUIET OVER SCOPE PROPOSED OPNS. ALSO MENTIONS NIXON'S DESCRIPTION POLICIES TOWARD SEVERAL COUNTRIES, INCL PRC, AND PERSONAL ASSESSMENT USSR/PRC PARTY LEADERS (NYT).

UNDP HAS PURCHED USSR COMPUTORS/HIRED CHINESE WORK IN LAOS AS PART EFFORT REDUCE ACCUMULATION NON-CONVERTIBLE CURRENCIES (NYT SPEC).

3. CHINA

PRC VICE PREMIER YU CHIU-LI REVEALED 5/7 THAT CHAIRMAN HUA KUO-FENG HAS ORDERED CONSTRUCTION 10 OIL FIELDS "BIG AS TACHING" SO PRC CAN SURPASS MOST DEVELOPED CAPITALIST COUNTRIES IN FUTURE (MATHEWS WU HK; WSTAR, HK 5/8).

UNITED OVERSEAS BANK LTD, 2ND LARGEST CHINESE BANK IN SINGAPORE, ANNOUNCES PLANS OPEN NY AGENCY (UPI SINGAPORE, JOC).

MONGOLIAN LEADER UYMZHAGIN TSENDENBAL CONCLUDES NEW FRIENDSHIP TREATY/AGREEMENTS ON SCI/TECH COOPERATION/DUAL NATIONALITY DURING 5 DAY VISIT TO E GERMANY (REUTER UNCLASSIFIED

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EAST BERLIN, NYT 5/8).

4. JAPAN

JUST PRIOR TO DEPARTURE FOR LONDON 5/6, CARTER APPROVED RESUMPTION SHIPMENTS HIGHLY ENRICHED URANIUM TO EURATOM/FRG/France/JAPAN. DECISION WELCOMED AT ECON SUMMIT/DE-SCRIBED BY PRESS SEC POWELL AS 1ST "CONCRETE DEMONSTRATION" US' COMMITMENT TO BE RELIABLE SOURCE URANIUM "TO MEET OTHER NATIONS' LEGITIMATE REQUIREMENTS" (ROWEN, WP; SMITH, NYT; PINE, SUN; FIALKA, WSTAR, ALL 5/7; WSJ).

IN STORY ON W LEADERS' DISCUSSION NUKE FUEL, CSM'S ELLIS (5/9) REPORTS FUKUDA, IN SHORT PVT TALK W/CARTER, SAID NUKE ENERGY DEVELOPMENT SO IMPORTANT TO JAPAN THAT SOME PEOPLE CALLED IT "MATTER OF LIFE OR DEATH."

US-JAPAN TALKS ON VOLUNTARY COLOR TV EXPORT CURBS SCHEDULED RESUME SHORTLY. GOJ SOURCES SAY US/JAPAN HAVE AGREED JAPAN'S ELECTRONIC GOODS MFRS WILL LIMIT EXPORTS TO US OF SEMI-FINISHED PRODUCTS IN ADDITION TO FINISHED COLOR TVS (CULLISON, JOC). WP'S ROWEN (5/7) ADDS US TRADE NEGOTIATOR STRAUSS MET W/JAPANESE IN LONDON IN EFFORT WORK OUT "SPECIAL MARKET AGREEMENT" ON TV ISSUE. IN INTERVIEW,

STRAUSS DEFENDED SUCH AGREEMENT AS "BEST AVAILABLE COURSE."

APRIL'S AUTO IMPORTS CAPTURED 20 PCT US MARKET, WITH TOYOTA/DATSUN/VW/HONDA IN LEAD (FULLER, JOC).

WASHINGTON SEN JACKSON URGED EPA CHIEF 5/6 TO APPOINT TASK FORCE TO STUDY JAPANESE TECHNIQUES CONTROLLING AIR POLLUTION FROM ELECTRIC POWER PLANTS/INDUSTRIAL BOILERS BURNING COAL/OIL. SAID POLLUTION CONTROL WILL BECOME INCREASINGLY MORE IMPORTANT AS US BEGINS RELY MORE ON COAL/OTHER TYPES FUELS (REUTER 5/6).

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US/JAPAN TO OPEN NEW ROUND CIVIL AVIATION TALKS IN TOKYO 5/9 TO DISCUSS NEW AIR AGREEMENT BETW THEM/US DEMAND SEEKING PERMISSION SHUTTLE BETW TOKYO/SAIPAN. NEGOTS MARK 3RD ROUND IN 7 MOS/FOLLOW INCONCLUSIVE WASHINGTON SESSION LAST MO; TALKS SCHEDULED LAST ABOUT WK (REUTER TOKYO 5/6).

JAPAN FEDERATION OF EMPLOYERS' ASSN SAYS MANAGEMENT/LABOR NEGOTIATORS HAVE SO FAR REACHED AGREEMENT, WHICH INDICATES AVG MONTHLY PAY HIKE THIS YR WILL BE CLOSE TO 9 PCT (CULLISON).

IN WEEKEND STATEMENT, SANKO SHIPPING DENIES CHARGES BROUGHT BEFORE NY DISTRICT COURT BY RETLA SHIPPING THAT IT TRIED FORCE RETLA OUT OF BUSINESS BY PREDATORY RATE CUTS/PERSONNEL POACHING (HOWARD, JOC).

FINANCE MINISTRY ANNOUNCES YIELDS ON 10-YR GOJ BONDS WILL BE REDUCED FROM 8 TO 7.4 PCT STARTING W/MAY ISSUES (UPI, JOC).

HUNDREDS POLICE/STUDENTS INJURED OVER WEEKEND IN VIOLENT DEMONSTRATIONS PROTESTING OPENING NARITA INTL AIRPORT (SAAR, WP; MALCOLM, NYT; BOTH 5/7; UPI, NYT 5/8; WP; JOC; UPI, NYDN; REUTER TOKYO 5/8).

5. JAPAN/KOREA

JOC'S CULLISON STATES "SMALL GROUP" JAPANESE DIETMEN DISCLOSED 2ND PVT JAPAN/NK TRADE AGREEMENT EXPECTED BE CONCLUDED IN TOKYO AROUND MID-MAY; NEGOTS TO BEGIN WEDNESDAY WHEN 8-MEMBER NKOREAN DELEGATION DUE ARRIVE TOKYO/REMAIN 10 DAYS.

6. KOREA

SECDEF BROWN, AT DOD PRESS CONF 5/6, SAID US WILL BEGIN UNCLASSIFIED

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TALKS IN NEAR FUTURE W/SK ON WITHDRAWAL US GROUND TROOPS.
BROWN ALSO SAID HE MAY VISIT SK THIS YR, POSSIBLY WITHIN
NEXT FEW MONTHS (REUTER 5/6).

FIFTY CONGRESSMEN, MOSTLY 1ST/2ND-TERM MEMBERS, WRITE
ETHICS CMTE CHRMN FLYNT/ASK WRITTEN REPORT ON STATUS
KOREAN BRIBERY INVESTIGATION BY 5/30, INCL DATE WHEN
FURTHER INFO CAN BE EXPECTED. FLYNT SAID FRIDAY LETTER
HAD BEEN RECEIVED/ENTIRE CMTE PLANS REPLY IN JOINTLY
SIGNED LETTER. REPLY WILL NOT BE MADE PUBLIC UNTIL ALL
12 CMTE MEMBERS SIGN (SARRO, WSTAR 5/7).

REV MOON FAILED SHOW UP AT ARRAIGNMENT 5/6 ON TRESPASSING
CHARGES FILED BY NY'S BARD COLLEGE. TEN MOON FOLLOWERS
APPEARED/PLEADED NOT GUILTY/RELEASED ON 100-DOL BAIL
EACH (AP WSTAR, SUN, BOTH 5/7). WP'S CLAIBORNE (5/7)
ADDS TRESPASSING CHARGES CLIMAX 3-YR-OLD ATTEMPT BY BARD
COLLEGE KEEP "UNINVITED" MOONIES OFF CAMPUS.

7. AUSTRALIA/NEW ZEALAND

CAB RECOMMENDS CONTINENTAL AIRLINES FOR NEW S PAC ROUTE
FROM LA TO NZ/AUSTRALIA VIA HONOLULU. RECOMMENDATION
NOW GOES TO WH FOR APPROVAL (REUTER 5/6).

CARTHEW (CSM WELLINGTON) REPORTS BILL BEING READIED FOR
PARLIAMENT'S COMING SESSION WHICH WOULD ESTABLISH HUMAN
RTS COMMISSION W/BROAD POWERS COMBAT DISCRIMINATION
ON GROUNDS SEX/RACE/RELIGION. BILL'S CRITICS COMPLAIN
LEGISLATION WEAK/NEEDS MORE "TEETH" IN ORDER CURTAIL
NZ'S STRONG TREND TOWARD GREATER RACIAL INTOLERANCE.

AUSTRALIAN SURGEON TRINCA FLEW FROM MELBOURNE TO WASHING-
TON IN ORDER TAKE PART IN TRANSPORT SEC ADAMS' 2-DAY
PUBLIC HEARING ON AUTO SAFETY. TRINCA SAID DROP IN FATAL-
ITIES SINCE AUSTRALIA'S SEATBELT-USE LAW ENACTED "WAS
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IMMEDIATE AND HAS BEEN SUSTAINED" (EWING, WSTAR 5/6).

WSJ'S NEWMAN REPORTS FOR 1ST TIME, AUSSIE PUBLISHERS
ABLE BID AGAINST BRITISH PUBLISHERS FOR RIGHTS PRINT
US BOOKS. FORMER AGREEMENT REQUIRED US BOOKS SOLD IN
AUSTRALIA BE PRINTED IN UK, W/DISTRIBUTION TO AUSTRALIA
SOMETIMES TAKING YRS.

8. INDONESIA

AP (JAKARTA) REPORTS THAT WHILE MANY ECON PROBLEMS REMAIN,
THINGS LOOKING BRIGHTER FOR INDONESIA. CITES "ANTARA"

INTERVIEW OF FINANCE MINISTER ALI WARDHANA, WHO SAID
TIGHT MONEY POLICIES/REDUCED PUBLIC SPENDING HAVE HELPED
CUT INFLATION RATE TO 12.12 PCT. COUNTRY HAS SCALED DOWN
OR POSTPONED SPENDING ON SOME BIG DEVELOPMENT PROJECTS,
MOVED TO BOOST EXPORTS (SUN 5/8).

9. PHILIPPINES

NYT DETROIT SPEC NOTES THAT AFTER 6 WKS TRIAL OF 2
FILIPINA NURSES CHARGED WITH MURDERING/POISONING VA
HOSPITAL PATIENTS, PROSECUTION'S CASE HAS CONSISTED ENTIRE-
LY OF CIRCUMSTANTIAL EVIDENCE--NO "SOMKING GUN," NO
WITNESSES SAYING, "ISAW THEM DO IT." REPORTS DEFENSE IN
CROSS-EXAMINATION HAS PRESENTED JURY PLAUSIBLE ALTERNATIVE
EXPLANATION FOR POTENTIALLY DAMNING TESTIMONY AGAINST
NURSES.

COMMENT AND ANALYSIS

10. INDOCHINA

CSM NOTES DOS PLEDGE NOT OFFER SRV ECON AID; ASCRIBES TO
POL REALITIES AT HOME. STATES HANOI HARDLY HAS CLAIM TO
FUNDS UNDER C-F, SINCE VIOLATED AGREEMENT; HOW STAND WILL
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AFFECT NEGOTS REMAINS TO BE SEEN. CALLS RESTORATION RELS
SENSIBLE HOPE, BUT HEARS MISGIVINGS IN WASHINGTON ABOUT
PACE AT WHICH PRES PROCEEDING.

CSM WONDERS IF HANOI EXPECTATIONS INFLATED BY SENDING HI-
LEVEL DELEGATION; ALSO WONDERS IF GOOD DIPL STRATEGY TO
TALK OF NORMALIZING RELS W/SRV BEFORE DOES SO W/PRC;
ASKS HOW POLICY PERCEIVED IN "TRADITIONALLY SENSITIVE"
PEKING, AND HOW US VIEW SRV TIES IN TOTAL ASIAN CONTEXT.
STATES THESE QUESTIONS NEED CLARIFYING, SINCE SO FAR NO
OVERALL POLICY DISCERNIBLE.

CORLISS LAMONT PAYS TO PLACE WILFRED BURCHETT "GUARDIAN"
MAG ARTICLE IN NYT (5/8). BURCHETT DESCRIBES SUCCESS
REEDUCATION" OFFICIALS/OFFICERS OF PERVIOUS REGIME.
MENTIONS AIMS REEDUCATION PROCESS/GRATITUDE THOSE UNDER-
DOING IT. SAYS VISITED REEDUCATION CENTER; QUOTES INMATE
ABOUT HOW GREAT IT ALL IS.

LAMONT COMMENTS THAT ARTICLE PRINTED TO REFUTE "MISIN-
FORMED" US PRESS CHARGES RE REEDUCATION CENTERS' VIOLATION

HUMAN RTS. ADDS NORMAL RELS REQUIRE US KNOW TRUTH, AND
BURCHETT, "WHOSE VERACITY HAS LONG SINCE BEEN PROVED, GIVES
US THE TRUTH."

METTLER, IN "SWISS REVIEW OF WORLD AFFAIRS" (SUN 5/8) NOTES RELATIVELY LITTLE KNOWN RE INTERNAL DEVELOPMENTS SVN SINCE TAKEN OVER BY NVN, THO DETAILS SEEP THRU THAT MASSES/ELITE BEING RETRAINED IN "REVOLUTIONARY" THOUGHT STYLE. STATES MASSES BEING WORKED OVER BY TOTALLY CONTROLLED MEDIA/ IDEOLOGICAL INSTRUCTIONS/BLOCK WARDENS; DENUNCIATION ENCOURAGED/BOOKS BURNED/CONQUERORS ENJOY KREMLIN SUPPORT, BUT USE CHINESE METHODS. TERRORISM NOT BARBARIC, BUT PRICE REVOLUTION IN HUMAN DEGRADATION/MISERY IMMENSE.

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MACNELLY CARTOON (NYDN) DEPICTS WORKMEN REMOVING "HANOI HILTON" SIGN FROM COMPOUND AFTER PUTTING UP "U.S. EMBASSY" SIGN.

11. THAILAND

LO BELLO (WSTAR 5/8) REVIEWS CAREER FORMER SILK KING OF THAILAND, JIM THOMPSON, INCL MYSTERIOUS DISAPPEARANCE 10 YRS AGO. NOTES ART-OBJECT-FILLED HOUSE IS MAJOR BANGKOK TOURIST ATTRACTION. OPINES SOONER OR LATER HOLLYWOOD BOUND "DISCOVER" LEGENDARY THOMPSON.

ANDERSON/WHITTEN (WP; NYDN) QUOTE "STARTLING" INTEL REPT THAT DESCRIBES HOW 1 OF LARGEST HEROIN RINGS ON EXCELLENT TERMS/PROTECTED BY THAI OFFICIALS. SAY TOP TRAFFICKER IS CHANG KAI-CHENG, WHO OPERATES HOTELS/TRUCKS/SHOPS/SMUGGLES DRUGS; CAME TO THAILAND FROM PRC VIA BURMA. ADD REPT STATES US/THAI NARCS PINPOINTED KEY MEN IN DRUG SMUGGLING OPN, BUT GOVT "UNWILLING" SMASH RING. AS FOOTNOTE, SAY RTG EMB HERE INSISTS NO GOVT PROTECTION DOPE RINGS.

12. CHINA

NYT SAYS RESUMPTION US-PRC CLAIMS NEGOTS VITAL STEP TOWARD NORMAL TRADE RELS/PART BROADER EFFORT NEW PRC LEADERSHIP REVIVE EXCHANGES W/OUTSIDE WORLD/GIVES CHANCE US-RPC ADVANCE RELS DESPITE DIFFERENCES RE TAIWAN. NOTES DECLINE US-PRC TRADE RECENT YRS; NOW RADICALS PURGED, TRADE WITH US/OTHER COUNTRIES INCREASING. PEKING STRIVING FOR MODERATE PROGRESS/DOESN'T APPEAR INTENSIFYING PRESSURE FOR US ABANDON TAIWAN. FEELS EFFORTS SETTLE CLAIMS FIT INTO PATTERN; RESUMPTION NEGOTS ON CLAIMS INDICATES DESIRE LIFT TRADE WITH US ABOVE PRESENT MODEST LEVEL. ADMIN WISE TO SETTLE CLAIMS QUICKLY; ADVANTAGES PROMISE MUCH GREATER RETURN TO BOTH COUNTRIES THAN FURTHER LEGALISTIC MANEUVERS OVER TAIWAN.

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DURHAM (NC) MORNING HERALD (5/6) NOTES US-PRC OFFICIALS MEETING ON CLAIMS ISSUES; SAYS THEY'RE LAYING GROUNDWORK FOR NORMAL TRADE RELS. ADDS CARTER ADMIN WON'T AGREE TO CHINESE DESIRE "CALL IT EVEN." RESUMPTION NEGOTS SEEN AS INDICATION CARTER ANXIOUS IMPROVE RELS WITH PRC. OPINES THIS GOOD IDEA FOR BOTH, SINCE NEITHER GETTING ALONG PARTICULARLY WELL WITH SOVS JUST NOW.

CALIF GOV BROWN REPORTEDLY INTERESTED IN VISITING PRC/ HAS OBTAINED PEKING'S PERMISSION FOR TRIP W/TIMING LEFT UP TO GOV BANK OF TOKYO, REPORTEDLY INTERMEDIARY. GOV'S EXEC SECY CONFIRMS "MUTUAL EXPRESSION INTEREST" COMMUNICATED BETWEEN GOV/CHINESE MOTIVATION TRIP NOT SIGHTSEEING. ACCORDING SAN DIEGO BUSINESSMAN W/BANK OF TOKYO CONTACTS, CALIF PRODUCTS/SERVICES COULD INTEREST CHINESE/PRC HAS EXPERIENCE SUCH FIELDS AS AGR/DROUGHT/PRC REPRESENTS "SIGNIFICANT CULTURAL FORCE ON PLANET." LAT POLITICAL WRITER GEORGE SKELTON ALSO NOTES SUCH TRIP WOULD HELP GOV WITH POSSIBLE PRESIDENTIAL AMBITIONS/BLUNT CHARGE OF INEXPERIENCE IN FOREIGN AFFAIRS (5/6).

IN 5/8 NYT BOOK REVIEW, ROSS TERRILL GIVES HIGH MARKS TO ORVILLE SCHELL'S, "IN THE PEOPLE'S REPUBLIC"/CALLS BOOK "SMALL TRIUMPH." CALLS WORK ABOUT SCHELL'S '75 PRC TRIP "LIGHT ON FACTS," DIARY OF STRUGGLE TO GET ALONG WITH CHINESE PEOPLE; TELLS HOW PRC LOOKS/FEELS/SMELLS RIGHT NOW AND SPURS US TO THINK.

13. PHILIPPINES

CSM'S MORITZ (HK) SAYS MARCOS GOVT TRYING PRESERVE C-F/ BLOCK NEW WARFARE WITH MOSELMs, BUT ACCUSATIONS/COUNTER-CHARGES HAVE INTENSIFIED AFTER BREAKDOWN LATEST ROUND OF TALKS AIMED AT ENDING MUSLIM-CHRISTIAN CONFLICT. SEES ATTENTION FOCUSING ON POSSIBILITIES FOR DIPLO MOVEMENT BEFORE ISLAMIC FOREIGN MINISTERS' MAY 16 TRIPOLI TALKS. UNCLASSIFIED

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SAYS DIFFERENCES BETWEEN 2 SIDES APPEAR CONCERN DEGREE OF AUTONOMY, WHETHER THERE SHOULD BE UNIFIED AUTONOMOUS REGION OR SEVERAL UNITS UNDER CLOSE CENTRAL GOVT SUPERVISION, AND EXTENT TO WHICH MNLF SHOULD EXERCISE LEADERSHIP.

14. LONDON ECON SUMMIT

KRAFT (LAT 5/6) SEES MTG AS CHANCE PRES CARTER UNRUFFLE FEATHERS FRG/France/JAPAN. NOTES FUKUDA WEAKENED BY PRES' INSISTENCE JAPAN FOREGO PLANS FOR DEVELOPMENT NUKE REPROCESSING PLANTS/LACK SUPPORT FOR JAPANESE CONNECTION W/SK REGIME/ECON ARGUMENTS THAT AMOUNT TO SELF-IMPOSED BARRIERS FOR JAPANESE EXPORTS.

LAT (5/6) BELIEVES AT SUMMIT EYES WILL BE ON NEW MAN, PRES CARTER. WIEGHART (NYDN) SAYS PRES HAS LEARNED THAT LEADERS JAPAN/CANADA/W EUR IND DEMOCRACIES WILLING GIVE HIM "FIRST AMONG EQUALS" ROLE BUT NOT WILLING DANCE TO HIS TUNE ON HOW REGULATE OWN ECONOMIES.

LEWIS (NYT) SEES SUMMIT RESULT: LEADERS PLAN SEEK COMMON SOLUTION RATHER THAN STRUGGLE VS EACH OTHER.

STEIGER (LAT 5/6) NOTES PRES ARRIVED WELL AWARE HAD IRRITATED/BEWILDERED OTHER LEADERS. COOK (LAT 5/6) BELIEVED NUKE POLICY WOULD BE BIGGEST HURDLE.

LEWIS (NYT 5/7) REPORTS PRES MET W/6 OF 7 LEADERS IN PRELUDE TO ECON PARLEY, INCL JAPAN'S FUKUDA. MENTIONS NOT JAPANESE STYLE TAKE INITIATIVES AT SUCH MTGS, BUT FUKUDA APPARENTLY PLANS REAP DOMESTIC POL REWARDS BY SHOWING ACCEPTED AS EQUAL.

NYT (5/8) CARRIES BIODATA GOVT LEADERS AT ECON CONF. SAYS FUKUDA SKILLED, TENACIOUS POLITICIAN/ECON EXPERT. SMITH (NYT 5/8) SAYS TROUBLESOME NUKE ISSUE REPORTEDLY RAISED UNCLASSIFIED

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W/CARTER BY FUKUDA IN BRIEF MTG. PINE (SUN 5/8) NOTES ECON GROWTH URGED AT SUMMIT, BUT COUNTRIES REFUSED SPEED PACE ECONOMIES AS US HAD HOPED. SAYS FAILURE GROUP CONSIDER FURTHER STIMULUS MARKED COMPROMISE FOR US, WHICH EARLIER HOPED PERSUADE JAPAN/FRG STEP UP EFFORTS SPUR GROWTH AT HOME.

CAHILL (NYDN) STATES SUMMIT ENDS IN ECON ACCORD TO CREATE MORE JOBS WHILE CONTINUING REDUCE INFLATION/PURSUE "STATED" ECON GROWTH TARGETS/SEEK ADDITION RESOURCES FOR IMF/REJECT PROTECTIONISM/CONSERVE-INCREASE-DIVERSIFY ENERGY/STUDY REDUCTION NUKE PROLIFERATION RISKS/INCREASE FLOW RESOURCES, INCL AID TO DEVELOPING COUNTRIES.

NYT (REUTER) CARRIES FULL TEXTS COMMUNIQUE/APPENDIX RELEASED. SMITH (NYT) REVIEWS PLEDGES MADE, INCL US/JAPAN/FRG WOULD PUSH GROWTH TO IMPROVE INTL TRADE. NOTES FAILURE RESOLVE DIFFERENCES OVER PRES' CAMPAIGN HALT SALE DANGEROUS NUKE TECHNOLOGY, LEFT ISSUE FOR FURTHER STUDY. PINE REPORTS SUMMIT REGARDED AS MORE SUCCESSFUL THAN EXPECTED, DESPITE VAGUENESS SOME OF PLEDGES.

15. JAPAN

CSM REPRINTS ITEM FROM "WORLDVIEW" MAG, IN WHICH JAPAN FISHERIES ASSN PRES KAMENAGA LAMENTS US' HIGH FEES ON ALL FON VESSELS FISHING WITHIN 200-MI ZONE. CITES AS ESPECIALLY UNFAIR "ARTIFICIALLY HIGH FEE" ON ALASKAN POL-

LACK--CONSIDERED "TRASH OF THE SEA" BY US FISHERMAN, BUT MADE USABLE THRU JAPANESE SCIENCE. CONCLUDES US FEES MEET NONE OF CRITERIA FOR REASONABLENESS/EQUITY/ADMINISTRATIVE FACILITY/ACCEPTABILITY TO FON NATIONS WELL AS US.

CORNING GLASS CHRMN HOUGHTON WRITES NYT (5/8) IN SUPPORT RESTRICTING COLOR TV IMPORTS, RECENT FLOOD OF WHICH HE TERMS "RIFLE-SHOT APPROACH" OF ATTACK ORCHESTRATED BY UNCLASSIFIED

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FON GOVT. SAYS SAME PEOPLE WHO "SWAMP" US MARKET W/TVS "WILL PERMIT VIRTUALLY NO IMPORTS TO THEIR COUNTRY." URGES US BE WARY "THOSE WHO SPEAK THE WORDS OF FREEDOM, BUT PRACTICE COLLUSION."

16. AUSTRALIA

FROM MELBOURNE (5/8) AND CANBERRA (5/9), NYT'S BUTTERFIELD DISCUSSES AUSTRALIA'S ECON/DOMESTIC POL PROBLEMS. FIRST ITEM REMARKS AUSTRALIANS FIND IT DIFFICULT FACE FACT POST-WWII BOOM OVER/HARD TIMES LIE AHEAD. STRIKES/13.6 PCT INFLATION/HIGHEST UNEMPLOYMENT SINCE 1930'S ACUTELY AFFECT COUNTRY'S SMALL POPULATION. FRASER'S PLAN GRANT ONLY PARTIAL COST-OF-LIVING WAGE INCREASES FOR LABOR/SEEK VOLUNTARY PRICE FREEZE FROM BUSINESS HAVE DUBIOUS HOPE SUCCEEDING.

SECOND ITEM FOCUSES ON MOUNTING CRITICISM FOR FRASER'S "SEEMINGLY INCONSISTENT AND SO FAR INEFFECTUAL EFFORTS" RESTORE COUNTRY'S BOOMING ECONOMY. INTER-PARTY NON-COOPERATION MARKS CONTEMPORARY AUSTRALIAN POLITICS, AND RECENT ALLEGATIONS RE CIA ACTIVITY IN AUSTRALIA HAVE AGGRAVATED TENSION. IN INTERVIEW, FRASER EXPRESSED COMPLETE CONFIDENCE IN EFFORTS CONTROL INFLATION, SAYING HE HAD "NEVER BEEN CONVINCED" BY ECONOMISTS' DIRE PREDICTIONS. REMARKS FRASER PRESSING TOUGH LINE--HAS THREATENED USE TROOPS TO STOP DISRUPTIVE STRIKE BY OIL-TRUCK DRIVERS/HAS INTRODUCED LEGISLATION TO GIVE GOVT RIGHT HALT SOME WORK STOP-PAGES.

17. GENERAL

WSTAR (5/8) SEES HOUSE/SENATE CMTE/SUBCMTE CONCERNED W/FOREIGN MIL AID HAVING "HIGH OLD TIME" SHOWING PRES WHO'S BOSS IN FOPOLICY.

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BRODER (WP 5/8) NOTES ANNUAL CONVENTION AM SOCIETY NEWS-PAPER EDITORS IN HAWAII. MENTIONS COMPLAINTS/FEAR THAT US

WILL NEGLECT PAC INTERESTS. STATES BROOKINGS'S BARNETT/
RAND'S SOLOMON URGE HASTE IN NORMALIZATION RELS W/PRC;
ASAHI SHIMBUN'S MATSUYAMA PLEADS FOR CARTER VISIT TO JAPAN.
SEES FEAR THAT US W/DRAWAL FROM INDOCHINA TRANSLATED INTO
NATL DISTASTE FOR INVOLVEMENT IN PAC BASIN. SAYS NO RECENT
PRES MORE CONSCIOUS OF JAPAN THAN CARTER.

BRODER MENTIONS ASIAN WSJ'S KANN TOOK COLLEAGUES ON VERBAL
TOUR ASIA; FEER'S DAVIES SAID PAC BASIN OFFERS INDUSTRIAL-
IZED NATIONS GREATEST POTENTIAL IN WORLD FOR MUTUALLY
PROFITABLE PARTNERSHIP. POINTS OUT HUDSON INSTITUTE'S
KAHN PREDICTED PAC ASIA WILL ACHIEVE LEVEL PROSPERITY IN
50 YRS THAT TOOK W OVER 200 YRS REACH. BRODER FINDS HARD
REMEMBER 5 YRS AGO US FIGHTING IN VN TO AVERT WHAT SOME SAW
AS SERIOUS THREAT TO FUTURE US' SECURITY. CHRISTOPHER

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Review Release Date: n/a
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Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2345199
Secure: OPEN
Status: NATIVE
Subject: MAY 9 EA PRESS SUMMARY
TAGS: PFOR, XC, US
To: ALL EAST ASIAN AND PACIFIC DIPLOMATIC POSTS MOSCOW MULTIPLE
Type: TE
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Review Markings:
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